## We claim:

- A method of increasing expression of FHOS in a subject comprising
   administering to the subject a FHOS activator, such that FHOS expression is increased.
  - 2. The method of claim 1, wherein FHOS mRNA levels are increased
  - 3. The method of claim 1, wherein FHOS protein levels are increased.

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- 4. A method of treating diabetes in a subject comprising administering to the subject a FHOS activator.
- 5. The method of claim 4, wherein the subject is suffering from type II diabetes.
  - 6. A method of treating insulin resistance in a subject comprising administering to the subject a FHOS activator.
- 7. The method of any one of claims 1-6, wherein the FHOS activator is selected from the group consisting of a FHOS nucleic acid molecule, a plasmid comprising a FHOS nucleic acid molecule, a FHOS adenovirus and a FHOS retrovirus.
- 8. The method of any one of claims 1-6, wherein the FHOS activator is selected from the group consisting of a FHOS protein or biologically active portion thereof, an antibody or biologically active portion thereof, a peptide, a peptidimetic, a non-peptide oligomer and a small molecule.
- 9. A method for identifying a compound suitable for use in treating diabetes or insulin resistance in a subject, said method comprising contacting a cell capable of expressing FHOS mRNA with a test compound and determining the effect of the test compound on expression of FHOS mRNA, wherein a stimulatory effect is indicative of

the compound being suitable for use in treating diabetes or insulin resistance in said subject.

10. A method for identifying a compound suitable for use in treating diabetes or insulin resistance in a subject, said method comprising contacting a cell capable of expressing FHOS protein with a test compound and determining the effect of the test compound on expression of FHOS protein, wherein a stimulatory effect is indicative of the compound being suitable for use in treating diabetes or insulin resistance in said subject.

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- 11. A method for identifying a compound suitable for use in treating diabetes or insulin resistance in a subject, said method comprising contacting a cell which expresses FHOS protein with a test compound and determining the effect of the test compound on a biological activity of the FHOS protein, wherein a stimulatory effect is indicative of the compound being suitable for use in treating diabetes or insulin resistance in said subject.
- 12. A method for identifying a compound suitable for use in treating diabetes or insulin resistance in a subject, said method comprising contacting a FHOS protein or biologically active portion thereof with a test compound and determining the effect of the test compound on a biological activity of the FHOS protein or portion, wherein a stimulatory effect is indicative of the compound being suitable for use in treating diabetes or insulin resistance in said subject.
- 13. A compound identified by the method of any one of claims 9-12.
  - 14. The compound of claim 13 formulated with a pharmaceutically-acceptable carrier.
- 30 15. A method of treating diabetes in a subject comprising administering to the subject compound identified by the method of any one of claims 9-12.

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- 16. The method of claim 15, wherein the subject is suffering from type II diabetes.
- 17. A method of treating insulin resistance in a subject comprising
  administering to the subject a compound identified by the method of any one of claims
  9-12.
  - 18. A method of increasing FHOS expression or activity in a cell comprising contacting said cell with a FHOS activator.
- 19. A method of increasing FHOS expression or activity in a cell comprising contacting said cell with a compound identified by the method of any one of claims 9-12.
- 15 20. A pharmaceutical composition comprising a cell which overexpreses FHOS protein and a pharmaceutically-acceptable carrier.
  - 21. The method of any one of claims 18-20, wherein the cell is a muscle cell or a precursor thereof.
  - 22. The method of any one of claims 18-20, wherein the cell is an adipocyte or a precursor thereof.
- 23. A method of treating a subject having diabetes or an insulin-resistant subject comprising obtaining cells from said subject, treating said cells with an FHOS activator, and administering said treated cells to said subject such that diabetes or insulin-resistance in said subject is treated.
- 24. The method of claim 23, wherein the FHOS activator is selected from the group consisting of a FHOS nucleic acid molecule, a plasmid comprising a FHOS nucleic acid molecule, a FHOS adenovirus, and a FHOS retrovirus.